



FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

RQ-3

February 29, 1996

Stanley R. DeWaal, Treasurer
The Capitol Committee
257 East 200 South, Suite 950
Salt Lake City, UT 84111

Identification Number: C00235572

Reference: Mid-Year Report (1/1/95-6/30/95)

Dear Mr. DeWaal:

On February 7, 1996 you were notified that a review of the above-referenced report(s) raised questions as to specific contributions and/or expenditures, and the reporting of certain information required by the Federal Election Campaign Act.

The Commission notes the contribution refund to Baruch Korff disclosed on your 1995 Year End Report. Please amend your report to address the following question:

-Schedule A of your report (pertinent portion(s) attached) discloses a contribution(s) from an organization(s) which is not a political committee registered with the Commission. In order for your committee to accept contributions from unregistered organizations into accounts used to influence federal elections, your committee should take steps to insure that the contributor(s) used permissible funds to make the contribution(s) to avoid violating 2 U.S.C. §§441a(f) and 441b or 11 CFR §102.5(b). Under 11 CFR §102.5(b), organizations which are not political committees under the Act and choose to contribute to federal committees must either: 1) establish a separate account which contains only those funds permitted under the Act, or 2) demonstrate through a reasonable accounting method that the organization has received sufficient funds subject to the limitations and prohibitions in order to make the contribution.

If the contribution(s) in question was incompletely or incorrectly disclosed, you should amend your original report with clarifying information. In addition, please clarify whether the contribution(s) received from the referenced organization(s) is permissible. To the extent that your committee has received impermissible

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